Approved For Release 3093/044 E: CLARD 79T00975A007200390001-9

25X1

21 September 1963

25X1

Copy No. C Edy

# CENTRAL INTELLIGENCE BULLETIN



25X1

State Dept. review completed

GROUP 1 Excluded from automatic downgrading and declassification

Approved For Release 2003/04/17: C/A-KDP79T00975A007200390001-9

21 September 1963

# CENTRAL INTELLIGENCE BULLETIN

# CONTENTS

		South Vietnam: Outward signs of the crisis have all but disappeared from Saigon but plotting continues. (Page 1)
25X1		
		Communist China: The Sino-Soviet rift and inter- nal economic difficulties have created morale prob- lems. (Page 3)
		Pakistan - Communist China: Peiping's foreign min- ister may be invited to visit Pakistan this fall. (Page 4)
25X1		
		Brazil: Left-wing extremists will probably profit from exposure of a rightist plot against Goulart. (Page 8)
		Norway: Heightened political maneuvering will follow the fall of the Lyng government. (Page 9)
25X1	10.	Notes: Libya; (Page 10)
	ΔΩ <del>νίω</del> )¢	Wed For Release 2003/04/11 : CIA-RDP79T00975A007200390001-9

25X1

# CENTRAL INTELLIGENCE BULLETIN

21 September 1963

# DAILY BRIEF

\*South Vietnam: Outward signs of the South Vietnamese crisis have all but disappeared from Saigon.

Troop cordons formerly in place around schools and the public market have been replaced by small guard detachments. The ranking Buddhist monk, octogenarian Thich Thinh Khiet, has been released after 29 days of detention in a military hospital and escorted to a lesser pagoda in Saigon which now serves as headquarters for the government-sponsored "Intersect Committee for the Defense of Pure Buddhism."

25X1

On the military side, Viet Cong attacks last week reached the highest number for any week this year, totaling 137 as compared to the previous week's figure of 95. This may indicate a deliberate attempt by the Viet Cong to exploit unsettled political conditions, but may also reflect the usual upward fluctuation of Viet Cong activity in the fall.

25X1

Approved For Release 2003/04/11 : CIA-RDP79T00975A007200390001-9

Next 1 Page(s) In Document Exempt

Communist China: (The Sino-Soviet rift and domestic economic difficulties are reported to have created morale problems in Communist China. 25X1 many people are alarmed by the loss of Soviet support for industrialization and are pessimistic about the future. The US consul general in Hong Kong comments that this and another recent report show that Peiping's challenge to Moscow--while appealing to Chinese xenophobia--has also generated 25X1 apprehension over the regime's motives and possibly deepened doubts about the regime's present course. Although food supplies have improved somewhat in 1963, ''some people'' are still concerned over the food situation, believing that current grain rations cannot be guaranteed. This apparently widespread apprehension probably will not be relieved soon. Present signs are that the 1963 grain harvest will be little if any better than last year's mediocre harvest.

21 Sept 63

25%

DAILY BRIEF

3

253381

25X1

Pakistan - Communist China: (Pakistan reportedly will invite Chinese Communist Foreign Minister Chen Yi for a visit later this fall, after Foreign Minister Bhutto returns from the United States.)

Bhutto had earlier told Ambassador McConaughy that an invitation to Chen Yi was "not in the mill now," although he might eventually be invited.

(Like Pakistan's support of Communist China's proposal for a nuclear disarmament conference, an invitation to Chen Yi would be another of Rawalpindi's responses to what it regards as a growing Indian military threat and to closer military and political relations between the US and India. President Ayub apparently does not intend, however, to allow relations with Peiping to develop to the point where they could, in his opinion, seriously affect Pakistan's alliance with the United States.

The Chinese have been trying to draw Pakistan further from its Western commitments. Bhutto stated that Peiping originally was pressing to have Chou En-lai visit Rawalpindi and thus upgrade relations between the two governments.

25X1

25X1

Next 4 Page(s) In Document Exempt

Brazil: The discovery of a rightist anti-Goulart plot in Guanabara State has probably affected the military's effort to induce the government to crack down on left-wing extremists.

On 18 September, army units, cooperating with the local police, arrested several rightist followers of retired Admiral Sylvio Heck, a congenital plotter with little significant following in the military, for attempting to transport arms into Rio de Janeiro. The security forces have also uncovered a large arms cache belonging to rightist elements.

25X1

These developments may have deflated the case the military is trying to make with Goulart that the leftists are mainly responsible for the political instability in Brazil recently demonstrated by the sergeants' uprising in Brasilia and continuing labor unrest. In any event, they will be exploited by the left as ammunition for its bitter campaign against Lacerda and other conservative leaders.

25X1

21 Sept 63

DAILY BRIEF

8

\*Norway: The resignation yesterday of Conservative Prime Minister Lyng's three-week-old minority coalition will bring on a period of heightened political maneuvering in Norway.

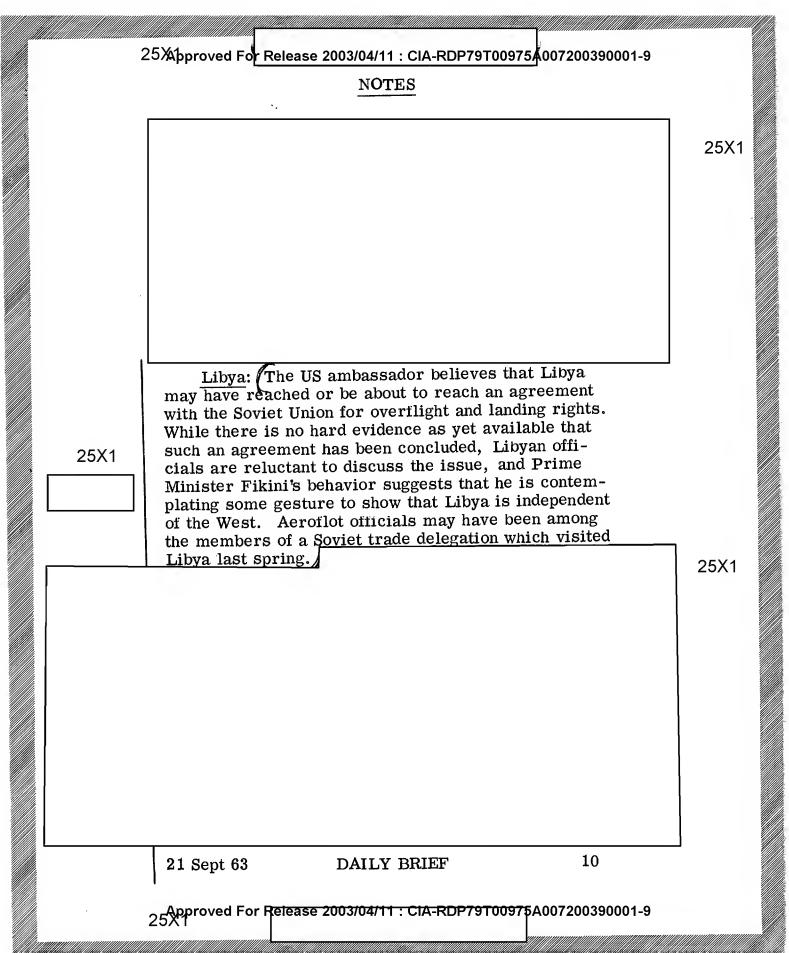
Lyng's withdrawal prepares the way for the reconstitution of a minority Labor government, which is again expected to be headed by party chairman Einar Gerhardsen.

Labor chose not to bring down the government on a no-confidence motion but instead adopted the strategy of proposing that Lyng accept as the basis for his government's program the Labor policy statement put forward during the debate by Gerhardsen. In the vote on this proposal, the 74 Labor deputies were supported by the two deputies of the extreme leftist Socialist People's Party (SPP) who provided the necessary majority to defeat the government.

The ensuing period will be a difficult one for Gerhardsen and the Labor Party. In the first place, he has deeply antagonized the other democratic parties by arbitrarily choosing to topple Norway's first non-Socialist government in 28 years without giving it a reasonable period in which to demonstrate its ability to govern. Furthermore, the Labor leadership's seeming flirtation with the SPP and its efforts to rally the party by announcing a more aggressively Socialist economic program will sharpen tensions between the party's left and right wings.

As one of its first items of business the Labor government is expected to seek action on a proposed amendment to the constitution that would allow parliament to be dissolved and new elections to be called before the regularly scheduled date two years hence. Both Labor and the four non-Socialist parties are dissatisfied with the situation in the present parliament where the two blocs each control 74 seats and the two SPP deputies hold the balance of power.

22000 i



Approved For Release 2003/04/11: CIA-RDP79T00975A007200390001-9 25X1 \*USSR: The USSR has sold over \$100 million in gold in Western Europe in recent weeks, apparently to build up foreign exchange balances to defray initial expenses of the current wheat purchases. Additional sales are expected and this year the USSR probably 25X1 will exceed its peak sale of \$310 million in 1961. 21 Sept 63 11 DAILY BRIEF

Approved For Release 2003/04/11 : CIA-RDP79T00975A007200390001-9

### THE PRESIDENT

The Vice President

Executive Offices of the White House

Special Counsel to the President

The Special Assistant for National Security Affairs

The Scientific Adviser to the President

The Director of the Budget

The Director, National Aeronautics and Space Administration

### The Department of State

The Secretary of State

The Under Secretary of State

The Under Secretary of State for Political Affairs

The Deputy Under Secretary of State for Political Affairs

The Counselor and Chairman of the Policy Planning Council

The Director of Intelligence and Research

# The Treasury Department

The Secretary of the Treasury

The Under Secretary of the Treasury

## The Department of Defense

The Secretary of Defense

The Deputy Secretary of Defense

The Secretary of the Army

The Secretary of the Navy

The Secretary of the Air Force

The Assistant Secretary of Defense (International Security Affairs)

The Assistant Secretary of Defense

The Chairman, The Joint Chiefs of Staff

Chief of Naval Operations, United States Navy

Chief of Staff, United States Air Force

Chief of Staff, United States Army

Commandant, United States Marine Corps

U.S. Rep., Military Committee and Standing Group, NATO

Supreme Allied Commander, Europe

Commander in Chief, Pacific

Commander in Chief, Atlantic

The Director, Defense Intelligence Agency

The Director, The Joint Staff

The Director for Intelligence, The Joint Staff

The Assistant Chief of Staff for Intelligence, Department of Army

The Director of Naval Intelligence, Department of Navy

The Assistant Chief of Staff, Intelligence, Department of the Air Force

# The Department of Justice

The Attorney General

The Federal Bureau of Investigation

The Director

The Atomic Energy Commission

The Chairman

The National Security Agency

The Director

The United States Information Agency

The Director

The National Indications Center

The Director

Approved Releas 0 R04/5 EGR 19T00975A007200390001-9 Approved For Release 203/64/15 ECRETT00975A007200390001-9